

YEAR ENDING 2006

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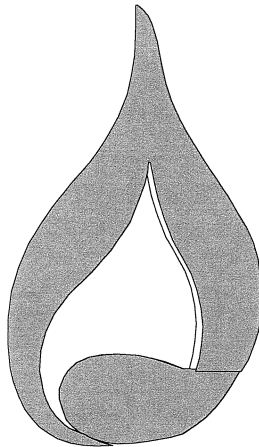
ANNUAL REPORT

OF

2007 MAY -1 A 10: 06
PUBLIC SERVICE
COMMISSION

Havre Pipeline Company LLC

GAS UTILITY



TO THE
PUBLIC SERVICE COMMISSION
STATE OF MONTANA
1701 PROSPECT AVENUE
P.O. BOX 202601
HELENA, MT 59620-2601

IDENTIFICATION

Year: 2006

1.	Legal Name of Respondent:	Havre Pipeline Company, LLC
2.	Name Under Which Respondent Does Business:	Havre Pipeline Company, LLC
3.	Date Utility Service First Offered in Montana	10/1/1995
4.	Address to send Correspondence Concerning Report:	20 N. Broadway Oklahoma City, OK 73102-8260
5.	Person Responsible for This Report:	Kathryne McKeever
5a.	Telephone Number:	(405) 228-7543
Control Over Respondent		
1.	If direct control over the respondent was held by another entity at the end of year provide the following:	
1a.	Name and address of the controlling organization or person:	Devon Energy Production Company, L.P. 20 North Broadway Oklahoma City, OK 73102-8260
1b.	Means by which control was held:	Managing Member
1c.	Percent Ownership:	82.22%

SCHEDULE 2

Board of Directors		
Line No.	Name of Director and Address (City, State) (a)	Remuneration (b)
1	None	
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Officers

Year: 2006

Line No.	Title of Officer (a)	Department Supervised (b)	Name (c)
1	NONE		
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CORPORATE STRUCTURE

Year: 2006

	Subsidiary/Company Name	Line of Business	Earnings	Percent of Total
1	NONE			
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50	TOTAL			

CORPORATE ALLOCATIONS

Year: 2006

	Items Allocated	Classification	Allocation Method	\$ to MT Utility	MT %	\$ to Other
1	NONE					
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34	TOTAL					

AFFILIATE TRANSACTIONS - PRODUCTS & SERVICES PROVIDED TO UTILITY Year: 2006

Line No.	(a) Affiliate Name	(b) Products & Services	(c) Method to Determine Price	(d) Charges to Utility	(e) % Total Affil. Revs.	(f) Charges to MT Utility
1	Devon Energy Production Company	Management Services	Management Agreement	500,400		500,400
2	Devon Energy Production Company	Labor Cost	Actual Payroll	1,389,502		1,389,502
3	Devon Gas Services, LP	Natural Gas	Actual Cost of Gas	204,587		204,587
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32	TOTAL			2,094,490		2,094,490

AFFILIATE TRANSACTIONS - PRODUCTS & SERVICES PROVIDED BY UTILITY Year: 2006

Line No.	(a) Affiliate Name	(b) Products & Services	(c) Method to Determine Price	(d) Charges to Affiliate	(e) % Total Affil. Exp.	(f) Revenues to MT Utility
1	Devon Gas Services	Gathering Transmission	Contract Tariff	5,558,295 3,114,365	64.09% 35.91%	5,558,295 3,114,365
2	Devon Gas Services					
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32	TOTAL			8,672,660		8,672,660

MONTANA UTILITY INCOME STATEMENT

Year: 2006

	Account Number & Title	Last Year	This Year	% Change
1	400 Operating Revenues	9,003,653	9,183,146	1.99%
2				
3	Operating Expenses			
4	401 Operation Expenses	4,278,638	5,471,483	27.88%
5	402 Maintenance Expense	835,234	168,248	-79.86%
6	403 Depreciation Expense	2,144,562	1,987,791	-7.31%
7	404-405 Amort. & Depl. of Gas Plant	24,787	24,787	
8	406 Amort. of Gas Plant Acquisition Adjustments			
9	407.1 Amort. of Property Losses, Unrecovered Plant			
10	& Regulatory Study Costs			
11	407.2 Amort. of Conversion Expense			
12	408.1 Taxes Other Than Income Taxes	998,512	1,020,351	2.19%
13	409.1 Income Taxes - Federal			
14	- Other			
15	410.1 Provision for Deferred Income Taxes			
16	411.1 (Less) Provision for Def. Inc. Taxes - Cr.			
17	411.4 Investment Tax Credit Adjustments			
18	411.6 (Less) Gains from Disposition of Utility Plant			
19	411.7 Losses from Disposition of Utility Plant			
20	TOTAL Utility Operating Expenses	8,281,733	8,672,660	4.72%
21	NET UTILITY OPERATING INCOME	721,920	510,486	-29.29%

MONTANA REVENUES

SCHEDULE 9

	Account Number & Title	Last Year	This Year	% Change
1	Sales of Gas			
2	480 Residential	118,862	166,963	40.47%
3	481 Commercial & Industrial - Small	9,884	12,867	30.18%
4	Commercial & Industrial - Large			
5	482 Other Sales to Public Authorities			
6	484 Interdepartmental Sales			
7	485 Intracompany Transfers			
8	TOTAL Sales to Ultimate Consumers	128,746	179,830	39.68%
9	483 Sales for Resale			
10	TOTAL Sales of Gas	128,746	179,830	39.68%
11	Other Operating Revenues			
12	487 Forfeited Discounts & Late Payment Revenues			
13	488 Miscellaneous Service Revenues			
14	489 Revenues from Transp. of Gas for Others	8,874,907	9,003,316	1.45%
15	490 Sales of Products Extracted from Natural Gas			
16	491 Revenues from Nat. Gas Processed by Others			
17	492 Incidental Gasoline & Oil Sales			
18	493 Rent From Gas Property			
19	494 Interdepartmental Rents			
20	495 Other Gas Revenues			
21	TOTAL Other Operating Revenues	8,874,907	9,003,316	1.45%
22	Total Gas Operating Revenues	9,003,653	9,183,146	1.99%
23				
24	496 (Less) Provision for Rate Refunds			
25				
26	TOTAL Oper. Revs. Net of Pro. for Refunds	9,003,653	9,183,146	1.99%
27				

MONTANA OPERATION & MAINTENANCE EXPENSES

Year: 2006

Account Number & Title			Last Year	This Year	% Change
1	Production Expenses				
2	Production & Gathering - Operation				
3	750	Operation Supervision & Engineering	297,750	119,653	-59.81%
4	751	Production Maps & Records			
5	752	Gas Wells Expenses			
6	753	Field Lines Expenses	17,169	115,072	570.22%
7	754	Field Compressor Station Expenses	42,930	462,760	977.95%
8	755	Field Compressor Station Fuel & Power	95,912	113,224	18.05%
9	756	Field Measuring & Regulating Station Expense	29,305	25,273	-13.76%
10	757	Purification Expenses			
11	758	Gas Well Royalties			
12	759	Other Expenses	1,280,462	1,140,627	-10.92%
13	760	Rents	11,837	7,011	-40.77%
14	Total Operation - Natural Gas Production		1,775,366	1,983,620	11.73%
15	Production & Gathering - Maintenance				
16	761	Maintenance Supervision & Engineering			
17	762	Maintenance of Structures & Improvements			
18	763	Maintenance of Producing Gas Wells			
19	764	Maintenance of Field Lines	10,022	11,594	15.69%
20	765	Maintenance of Field Compressor Sta. Equip.	461,949	606,749	31.35%
21	766	Maintenance of Field Meas. & Reg. Sta. Equip.	6,760	1,453	-78.51%
22	767	Maintenance of Purification Equipment			
23	768	Maintenance of Drilling & Cleaning Equip.			
24	769	Maintenance of Other Equipment			
25	Total Maintenance- Natural Gas Prod.		478,731	619,796	29.47%
26	TOTAL Natural Gas Production & Gathering		2,254,097	2,603,416	15.50%
27	Products Extraction - Operation				
28	770	Operation Supervision & Engineering			
29	771	Operation Labor			
30	772	Gas Shrinkage			
31	773	Fuel			
32	774	Power			
33	775	Materials			
34	776	Operation Supplies & Expenses			
35	777	Gas Processed by Others			
36	778	Royalties on Products Extracted			
37	779	Marketing Expenses			
38	780	Products Purchased for Resale			
39	781	Variation in Products Inventory			
40	782	(Less) Extracted Products Used by Utility - Cr.			
41	783	Rents			
42	Total Operation - Products Extraction				
43	Products Extraction - Maintenance				
44	784	Maintenance Supervision & Engineering			
45	785	Maintenance of Structures & Improvements			
46	786	Maintenance of Extraction & Refining Equip.			
47	787	Maintenance of Pipe Lines			
48	788	Maintenance of Extracted Prod. Storage Equip.			
49	789	Maintenance of Compressor Equipment			
50	790	Maintenance of Gas Meas. & Reg. Equip.			
51	791	Maintenance of Other Equipment			
52	Total Maintenance - Products Extraction				
53	TOTAL Products Extraction				

MONTANA OPERATION & MAINTENANCE EXPENSES

Year: 2006

Account Number & Title		Last Year	This Year	% Change
1	Production Expenses - continued			
2				
3	Exploration & Development - Operation			
4	795 Delay Rentals			
5	796 Nonproductive Well Drilling			
6	797 Abandoned Leases			
7	798 Other Exploration			
8	TOTAL Exploration & Development			
9				
10	Other Gas Supply Expenses - Operation			
11	800 Natural Gas Wellhead Purchases			
12	800.1 Nat. Gas Wellhead Purch., Intracomp. Trans.			
13	801 Natural Gas Field Line Purchases	179,899	201,587	12.06%
14	802 Natural Gas Gasoline Plant Outlet Purchases			
15	803 Natural Gas Transmission Line Purchases			
16	804 Natural Gas City Gate Purchases			
17	805 Other Gas Purchases			
18	805.1 Purchased Gas Cost Adjustments			
19	805.2 Incremental Gas Cost Adjustments			
20	806 Exchange Gas			
21	807.1 Well Expenses - Purchased Gas			
22	807.2 Operation of Purch. Gas Measuring Stations			
23	807.3 Maintenance of Purch. Gas Measuring Stations			
24	807.4 Purchased Gas Calculations Expenses			
25	807.5 Other Purchased Gas Expenses			
26	808.1 Gas Withdrawn from Storage -Dr.			
27	808.2 (Less) Gas Delivered to Storage -Cr.			
28	809.2 (Less) Deliveries of Nat. Gas for Processing-Cr.			
29	810 (Less) Gas Used for Compressor Sta. Fuel-Cr.			
30	811 (Less) Gas Used for Products Extraction-Cr.			
31	812 (Less) Gas Used for Other Utility Operations-Cr.			
32	813 Other Gas Supply Expenses			
33	TOTAL Other Gas Supply Expenses	179,899	201,587	12.06%
34				
35	TOTAL PRODUCTION EXPENSES	179,899	201,587	12.06%

MONTANA OPERATION & MAINTENANCE EXPENSES

Year: 2006

Account Number & Title		Last Year	This Year	% Change
1	Storage, Terminaling & Processing Expenses			
2				
3	Underground Storage Expenses - Operation			
4	814 Operation Supervision & Engineering			
5	815 Maps & Records			
6	816 Wells Expenses			
7	817 Lines Expenses			
8	818 Compressor Station Expenses			
9	819 Compressor Station Fuel & Power			
10	820 Measuring & Reg. Station Expenses			
11	821 Purification Expenses			
12	822 Exploration & Development			
13	823 Gas Losses			
14	824 Other Expenses			
15	825 Storage Well Royalties			
16	826 Rents			
17	Total Operation - Underground Strg. Exp.			
18				
19	Underground Storage Expenses - Maintenance			
20	830 Maintenance Supervision & Engineering			
21	831 Maintenance of Structures & Improvements			
22	832 Maintenance of Reservoirs & Wells			
23	833 Maintenance of Lines			
24	834 Maintenance of Compressor Station Equip.			
25	835 Maintenance of Meas. & Reg. Sta. Equip.			
26	836 Maintenance of Purification Equipment			
27	837 Maintenance of Other Equipment			
28	Total Maintenance - Underground Storage			
29	TOTAL Underground Storage Expenses			
30				
31	Other Storage Expenses - Operation			
32	840 Operation Supervision & Engineering			
33	841 Operation Labor and Expenses			
34	842 Rents			
35	842.1 Fuel			
36	842.2 Power			
37	842.3 Gas Losses			
38	Total Operation - Other Storage Expenses			
39				
40	Other Storage Expenses - Maintenance			
41	843.1 Maintenance Supervision & Engineering			
42	843.2 Maintenance of Structures & Improvements			
43	843.3 Maintenance of Gas Holders			
44	843.4 Maintenance of Purification Equipment			
45	843.6 Maintenance of Vaporizing Equipment			
46	843.7 Maintenance of Compressor Equipment			
47	843.8 Maintenance of Measuring & Reg. Equipment			
48	843.9 Maintenance of Other Equipment			
49	Total Maintenance - Other Storage Exp.			
50	TOTAL - Other Storage Expenses			
51				
52	TOTAL - STORAGE, TERMINALING & PROC.			

MONTANA OPERATION & MAINTENANCE EXPENSES

Year: 2006

Account Number & Title			Last Year	This Year	% Change
1	Transmission Expenses				
2	Operation				
3	850	Operation Supervision & Engineering	168,974	139,158	-17.65%
4	851	System Control & Load Dispatching			
5	852	Communications System Expenses	7,776	46,224	494.41%
6	853	Compressor Station Labor & Expenses	375,056	463,597	23.61%
7	854	Gas for Compressor Station Fuel			
8	855	Other Fuel & Power for Compressor Stations	398,401	273,294	-31.40%
9	856	Mains Expenses	741	1,600	115.95%
10	857	Measuring & Regulating Station Expenses	2,778	4,866	75.16%
11	858	Transmission & Compression of Gas by Others			
12	859	Other Expenses	631,041	358,495	-43.19%
13	860	Rents	23,892	1,255	-94.75%
14	Total Operation - Transmission		1,608,660	1,288,488	-19.90%
15	Maintenance				
16	861	Maintenance Supervision & Engineering			
17	862	Maintenance of Structures & Improvements			
18	863	Maintenance of Mains	8,682	792	-90.87%
19	864	Maintenance of Compressor Station Equip.	461,744	797,617	72.74%
20	865	Maintenance of Measuring & Reg. Sta. Equip.	6,803	84	-98.77%
21	866	Maintenance of Communication Equipment			
22	867	Maintenance of Other Equipment			
23	Total Maintenance - Transmission		477,228	798,493	67.32%
24	TOTAL Transmission Expenses		2,085,889	2,086,981	0.05%
25	Distribution Expenses				
26	Operation				
27	870	Operation Supervision & Engineering			
28	871	Distribution Load Dispatching			
29	872	Compressor Station Labor and Expenses			
30	873	Compressor Station Fuel and Power			
31	874	Mains and Services Expenses			
32	875	Measuring & Reg. Station Exp.-General			
33	876	Measuring & Reg. Station Exp.-Industrial			
34	877	Meas. & Reg. Station Exp.-City Gate Ck. Sta.			
35	878	Meter & House Regulator Expenses			
36	879	Customer Installations Expenses			
37	880	Other Expenses			
38	881	Rents			
39	Total Operation - Distribution				
40	Maintenance				
41	885	Maintenance Supervision & Engineering			
42	886	Maintenance of Structures & Improvements			
43	887	Maintenance of Mains			
44	888	Maint. of Compressor Station Equipment			
45	889	Maint. of Meas. & Reg. Station Exp.-General			
46	890	Maint. of Meas. & Reg. Sta. Exp.-Industrial			
47	891	Maint. of Meas. & Reg. Sta. Equip.-City Gate			
48	892	Maintenance of Services			
49	893	Maintenance of Meters & House Regulators			
50	894	Maintenance of Other Equipment			
51	Total Maintenance - Distribution				
52	TOTAL Distribution Expenses				

MONTANA OPERATION & MAINTENANCE EXPENSES

Year: 2006

Account Number & Title		Last Year	This Year	% Change
1				
2	Customer Accounts Expenses			
3	Operation			
4	901 Supervision			
5	902 Meter Reading Expenses			
6	903 Customer Records & Collection Expenses			
7	904 Uncollectible Accounts Expenses			
8	905 Miscellaneous Customer Accounts Expenses			
9				
10	TOTAL Customer Accounts Expenses			
11				
12	Customer Service & Informational Expenses			
13	Operation			
14	907 Supervision			
15	908 Customer Assistance Expenses			
16	909 Informational & Instructional Advertising Exp.			
17	910 Miscellaneous Customer Service & Info. Exp.			
18				
19	TOTAL Customer Service & Info. Expenses			
20				
21	Sales Expenses			
22	Operation			
23	911 Supervision			
24	912 Demonstrating & Selling Expenses			
25	913 Advertising Expenses			
26	916 Miscellaneous Sales Expenses	17,810	11,211	-37.05%
27				
28	TOTAL Sales Expenses	17,810	11,211	-37.05%
29				
30	Administrative & General Expenses			
31	Operation			
32	920 Administrative & General Salaries			
33	921 Office Supplies & Expenses	91,005	48,189	-47.05%
34	922 (Less) Administrative Expenses Transferred - Cr.			
35	923 Outside Services Employed	258,614	145,424	-43.77%
36	924 Property Insurance	8,249	7,280	-11.74%
37	925 Injuries & Damages			
38	926 Employee Pensions & Benefits			
39	927 Franchise Requirements			
40	928 Regulatory Commission Expenses			
41	929 (Less) Duplicate Charges - Cr.			
42	930.1 General Advertising Expenses	10,132	11,244	10.97%
43	930.2 Miscellaneous General Expenses	17,652	23,998	35.95%
44	931 Rents			
45				
46	TOTAL Operation - Admin. & General	385,651	236,134	-38.77%
47	Maintenance			
48	935 Maintenance of General Plant			
49				
50	TOTAL Administrative & General Expenses	385,651	236,134	-38.77%
51	TOTAL OPERATION & MAINTENANCE EXP.	4,923,345	5,139,330	4.39%

MONTANA TAXES OTHER THAN INCOME

Year: 2006

	Description of Tax	Last Year	This Year	% Change
1	Payroll Taxes			
2	Superfund			
3	Secretary of State			
4	Montana Consumer Counsel	3,669	2,857	-22.14%
5	Montana PSC	7,900	8,759	10.87%
6	Franchise Taxes			
7	Property Taxes	986,562	1,008,736	2.25%
8	Tribal Taxes			
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51	TOTAL MT Taxes other than Income	998,131	1,020,351	2.23%

PAYMENTS FOR SERVICES TO PERSONS OTHER THAN EMPLOYEES

Year: 2006

	Name of Recipient	Nature of Service	Total Company	Montana	% Montana
1	NONE				
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50	TOTAL Payments for Services				

POLITICAL ACTION COMMITTEES / POLITICAL CONTRIBUTIONS Year: 2006

	Description	Total Company	Montana	% Montana
1	NONE			
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50	TOTAL Contributions			

Pension Costs

Year: 2006

1	Plan Name N/A			
2	Defined Benefit Plan? _____		Defined Contribution Plan? _____	
3	Actuarial Cost Method? _____		IRS Code: _____	
4	Annual Contribution by Employer: _____		Is the Plan Over Funded? _____	
5				
	Item	Current Year	Last Year	% Change
6	Change in Benefit Obligation			
7	Benefit obligation at beginning of year			
8	Service cost			
9	Interest Cost			
10	Plan participants' contributions			
11	Amendments			
12	Actuarial Gain			
13	Acquisition			
14	Benefits paid			
15	Benefit obligation at end of year			
16	Change in Plan Assets			
17	Fair value of plan assets at beginning of year			
18	Actual return on plan assets			
19	Acquisition			
20	Employer contribution			
21	Plan participants' contributions			
22	Benefits paid			
23	Fair value of plan assets at end of year			
24	Funded Status			
25	Unrecognized net actuarial loss			
26	Unrecognized prior service cost			
27	Prepaid (accrued) benefit cost			
28				
29	Weighted-average Assumptions as of Year End			
30	Discount rate			
31	Expected return on plan assets			
32	Rate of compensation increase			
33				
34	Components of Net Periodic Benefit Costs			
35	Service cost			
36	Interest cost			
37	Expected return on plan assets			
38	Amortization of prior service cost			
39	Recognized net actuarial loss			
40	Net periodic benefit cost			
41				
42	Montana Intrastate Costs:			
43	Pension Costs			
44	Pension Costs Capitalized			
45	Accumulated Pension Asset (Liability) at Year End			
46	Number of Company Employees:			
47	Covered by the Plan			
48	Not Covered by the Plan			
49	Active			
50	Retired			
51	Deferred Vested Terminated			

Other Post Employment Benefits (OPEBS)

Item	Current Year	Last Year	% Change
1 Regulatory Treatment: N/A			
2 Commission authorized - most recent			
3 Docket number: _____			
4 Order number: _____			
5 Amount recovered through rates			
6 Weighted-average Assumptions as of Year End			
7 Discount rate			
8 Expected return on plan assets			
9 Medical Cost Inflation Rate			
10 Actuarial Cost Method			
11 Rate of compensation increase			
12 List each method used to fund OPEBs (ie: VEBA, 401(h)) and if tax advantaged:			
13			
14			
15 Describe any Changes to the Benefit Plan:			
16			
17 TOTAL COMPANY			
18 Change in Benefit Obligation			
19 Benefit obligation at beginning of year			
20 Service cost			
21 Interest Cost			
22 Plan participants' contributions			
23 Amendments			
24 Actuarial Gain			
25 Acquisition			
26 Benefits paid			
27 Benefit obligation at end of year			
28 Change in Plan Assets			
29 Fair value of plan assets at beginning of year			
30 Actual return on plan assets			
31 Acquisition			
32 Employer contribution			
33 Plan participants' contributions			
34 Benefits paid			
35 Fair value of plan assets at end of year			
36 Funded Status			
37 Unrecognized net actuarial loss			
38 Unrecognized prior service cost			
39 Prepaid (accrued) benefit cost			
40 Components of Net Periodic Benefit Costs			
41 Service cost			
42 Interest cost			
43 Expected return on plan assets			
44 Amortization of prior service cost			
45 Recognized net actuarial loss			
46 Net periodic benefit cost			
47 Accumulated Post Retirement Benefit Obligation			
48 Amount Funded through VEBA			
49 Amount Funded through 401(h)			
50 Amount Funded through Other _____			
51 TOTAL			
52 Amount that was tax deductible - VEBA			
53 Amount that was tax deductible - 401(h)			
54 Amount that was tax deductible - Other _____			
55 TOTAL			

Other Post Employment Benefits (OPEBS) Continued

Year: 2006

	Item	Current Year	Last Year	% Change
1	Number of Company Employees:			
2	Covered by the Plan			
3	Not Covered by the Plan			
4	Active			
5	Retired			
6	Spouses/Dependants covered by the Plan			
7	Montana			
8	Change in Benefit Obligation			
9	Benefit obligation at beginning of year			
10	Service cost			
11	Interest Cost			
12	Plan participants' contributions			
13	Amendments			
14	Actuarial Gain			
15	Acquisition			
16	Benefits paid			
17	Benefit obligation at end of year			
18	Change in Plan Assets			
19	Fair value of plan assets at beginning of year			
20	Actual return on plan assets			
21	Acquisition			
22	Employer contribution			
23	Plan participants' contributions			
24	Benefits paid			
25	Fair value of plan assets at end of year			
26	Funded Status			
27	Unrecognized net actuarial loss			
28	Unrecognized prior service cost			
29	Prepaid (accrued) benefit cost			
30	Components of Net Periodic Benefit Costs			
31	Service cost			
32	Interest cost			
33	Expected return on plan assets			
34	Amortization of prior service cost			
35	Recognized net actuarial loss			
36	Net periodic benefit cost			
37	Accumulated Post Retirement Benefit Obligation			
38	Amount Funded through VEBA			
39	Amount Funded through 401(h)			
40	Amount Funded through other _____			
41	TOTAL			
42	Amount that was tax deductible - VEBA			
43	Amount that was tax deductible - 401(h)			
44	Amount that was tax deductible - Other			
45	TOTAL			
46	Montana Intrastate Costs:			
47	Pension Costs			
48	Pension Costs Capitalized			
49	Accumulated Pension Asset (Liability) at Year End			
50	Number of Montana Employees:			
51	Covered by the Plan			
52	Not Covered by the Plan			
53	Active			
54	Retired			
55	Spouses/Dependants covered by the Plan			

TOP TEN MONTANA COMPENSATED EMPLOYEES (ASSIGNED OR ALLOCATED)

Line No.	Name/Title	Base Salary	Bonuses	Other	Total Compensation	Total Compensation Last Year	% Increase Total Compensation
1	NONE						
2							
3							
4							
5							
6							
7							
8							
9							
10							

COMPENSATION OF TOP 5 CORPORATE EMPLOYEES - SEC INFORMATION

Line No.	Name/Title	Base Salary	Bonuses	Other	Total Compensation	Total Compensation Last Year	% Increase Total Compensation
1	NONE						
2							
3							
4							
5							

BALANCE SHEET

Year: 2006

	Account Number & Title	Last Year	This Year	% Change
1	Assets and Other Debits			
2	Utility Plant			
3	101 Gas Plant in Service	29,723,949	31,352,765	5%
4	101.1 Property Under Capital Leases			
5	102 Gas Plant Purchased or Sold			
6	104 Gas Plant Leased to Others			
7	105 Gas Plant Held for Future Use			
8	105.1 Production Properties Held for Future Use			
9	106 Completed Constr. Not Classified - Gas			
10	107 Construction Work in Progress - Gas	272,800	537,720	49%
11	108 (Less) Accumulated Depreciation	(17,868,001)	(20,239,700)	-12%
12	111 (Less) Accumulated Amortization & Depletion			
13	114 Gas Plant Acquisition Adjustments			
14	115 (Less) Accum. Amort. Gas Plant Acq. Adj.			
15	116 Other Gas Plant Adjustments			
16	117 Gas Stored Underground - Noncurrent			
17	118 Other Utility Plant			
18	119 Accum. Depr. and Amort. - Other Utl. Plant			
19	TOTAL Utility Plant	12,128,748	11,650,785	-4%
20	Other Property & Investments			
21	121 Nonutility Property			
22	122 (Less) Accum. Depr. & Amort. of Nonutil. Prop.	(342,425)	(357,867)	-4%
23	123 Investments in Associated Companies			
24	123.1 Investments in Subsidiary Companies			
25	124 Other Investments			
26	125 Sinking Funds			
27	TOTAL Other Property & Investments	(342,425)	(357,867)	-4%
28	Current & Accrued Assets			
29	131 Cash	564,540	1,702,171	67%
30	132-134 Special Deposits			
31	135 Working Funds			
32	136 Temporary Cash Investments			
33	141 Notes Receivable			
34	142 Customer Accounts Receivable	299,804	120,352	-149%
35	143 Other Accounts Receivable	84,717	132,572	36%
36	144 (Less) Accum. Provision for Uncollectible Accts.	(32,204)	(43,415)	-26%
37	145 Notes Receivable - Associated Companies			
38	146 Accounts Receivable - Associated Companies	1,131,944	2,324,450	51%
39	151 Fuel Stock			
40	152 Fuel Stock Expenses Undistributed			
41	153 Residuals and Extracted Products			
42	154 Plant Materials and Operating Supplies	2,046,135	2,253,970	9%
43	155 Merchandise			
44	156 Other Material & Supplies			
45	163 Stores Expense Undistributed			
46	164.1 Gas Stored Underground - Current			
47	165 Prepayments		11,780	100%
48	166 Advances for Gas Explor., Devl. & Production			
49	171 Interest & Dividends Receivable			
50	172 Rents Receivable			
51	173 Accrued Utility Revenues			
52	174 Miscellaneous Current & Accrued Assets			
53	TOTAL Current & Accrued Assets	4,094,936	6,501,880	37%

BALANCE SHEET

Year: 2006

	Account Number & Title	Last Year	This Year	% Change
1	Assets and Other Debits (cont.)			
2				
3	Deferred Debits			
4				
5	181 Unamortized Debt Expense	142,177		
6	182.1 Extraordinary Property Losses			
7	182.2 Unrecovered Plant & Regulatory Study Costs			
8	183.1 Prelim. Nat. Gas Survey & Investigation Chrg.			
9	183.2 Other Prelim. Nat. Gas Survey & Invtg. Chrgs.			
10	184 Clearing Accounts			
11	185 Temporary Facilities			
12	186 Miscellaneous Deferred Debits			
13	187 Deferred Losses from Disposition of Util. Plant			
14	188 Research, Devel. & Demonstration Expend.			
15	189 Unamortized Loss on Reacquired Debt			
16	190 Accumulated Deferred Income Taxes			
17	191 Unrecovered Purchased Gas Costs			
18	192.1 Unrecovered Incremental Gas Costs			
19	192.2 Unrecovered Incremental Surcharges			
20	TOTAL Deferred Debits	142,177		
21				
22	TOTAL ASSETS & OTHER DEBITS	16,023,436	17,794,798	10%
	Account Number & Title	Last Year	This Year	% Change
23	Liabilities and Other Credits			
24				
25	Proprietary Capital			
26	201 Common Stock Issued			
27	202 Common Stock Subscribed			
28	204 Preferred Stock Issued			
29	205 Preferred Stock Subscribed			
30	207 Premium on Capital Stock			
31	211 Miscellaneous Paid-In Capital			
32	213 (Less) Discount on Capital Stock			
33	214 (Less) Capital Stock Expense			
34	215 Appropriated Retained Earnings			
35	216 Unappropriated Retained Earnings	716,353	1,111,722	36%
36	218 Noncorp. Properietorship (LLC member contr)	9,242,754	15,234,503	39%
37	217 (Less) Reacquired Capital Stock			
38	TOTAL Proprietary Capital	9,959,107	16,346,225	39%
39				
40	Long Term Debt			
41				
42	221 Bonds			
43	222 (Less) Reacquired Bonds			
44	223 Advances from Associated Companies			
45	224 Other Long Term Debt	2,360,216		
46	225 Unamortized Premium on Long Term Debt			
47	226 (Less) Unamort. Discount on L-Term Debt-Dr.			
48	TOTAL Long Term Debt	2,360,216		

BALANCE SHEET

Year: 2006

	Account Number & Title	Last Year	This Year	% Change
1				
2	Total Liabilities and Other Credits (cont.)			
3				
4	Other Noncurrent Liabilities			
5				
6	227 Obligations Under Cap. Leases - Noncurrent			
7	228.1 Accumulated Provision for Property Insurance			
8	228.2 Accumulated Provision for Injuries & Damages			
9	228.3 Accumulated Provision for Pensions & Benefits			
10	228.4 Accumulated Misc. Operating Provisions			
11	229 Accumulated Provision for Rate Refunds			
12	TOTAL Other Noncurrent Liabilities			
13				
14	Current & Accrued Liabilities			
15				
16	231 Notes Payable	1,941,248		
17	232 Accounts Payable	330,878	(60,439)	-647%
18	233 Notes Payable to Associated Companies			
19	234 Accounts Payable to Associated Companies			
20	235 Customer Deposits			
21	236 Taxes Accrued	495,508	507,487	2%
22	237 Interest Accrued	14,660		
23	238 Dividends Declared			
24	239 Matured Long Term Debt			
25	240 Matured Interest			
26	241 Tax Collections Payable			
27	242 Miscellaneous Current & Accrued Liabilities	921,819	1,001,525	8%
28	243 Obligations Under Capital Leases - Current			
29	TOTAL Current & Accrued Liabilities	3,704,113	1,448,573	-156%
30				
31	Deferred Credits			
32				
33	252 Customer Advances for Construction			
34	253 Other Deferred Credits			
35	255 Accumulated Deferred Investment Tax Credits			
36	256 Deferred Gains from Disposition Of Util. Plant			
37	257 Unamortized Gain on Reacquired Debt			
38	281-283 Accumulated Deferred Income Taxes			
39	TOTAL Deferred Credits			
40				
41	TOTAL LIABILITIES & OTHER CREDITS	16,023,436	17,794,798	10%

MONTANA PLANT IN SERVICE (ASSIGNED & ALLOCATED)

Year: 2006

	Account Number & Title	Last Year	This Year	% Change
1	Intangible Plant			
2				
3	301 Organization	371,810	371,810	
4	302 Franchises & Consents			
5	303 Miscellaneous Intangible Plant			
6				
7	TOTAL Intangible Plant	371,810	371,810	
8				
9	Production Plant			
10				
11	Production & Gathering Plant			
12				
13	325.1 Producing Lands			
14	325.2 Producing Leaseholds			
15	325.3 Gas Rights			
16	325.4 Rights-of-Way	289,664	297,164	3%
17	325.5 Other Land & Land Rights	20,945	20,945	
18	326 Gas Well Structures			
19	327 Field Compressor Station Structures	542,243	542,243	
20	328 Field Meas. & Reg. Station Structures	859,288	859,288	
21	329 Other Structures	2,536	2,536	
22	330 Producing Gas Wells-Well Construction			
23	331 Producing Gas Wells-Well Equipment			
24	332 Field Lines	9,074,170	9,074,170	
25	333 Field Compressor Station Equipment	3,579,602	4,807,341	26%
26	334 Field Meas. & Reg. Station Equipment	817,753	871,916	6%
27	335 Drilling & Cleaning Equipment			
28	336 Purification Equipment	49,779	58,859	15%
29	337 Other Equipment	155,004	155,004	
30	338 Unsuccessful Exploration & Dev. Costs			
31				
32	Total Production & Gathering Plant	15,390,984	16,689,466	8%
33				
34	Products Extraction Plant			
35				
36	340 Land & Land Rights			
37	341 Structures & Improvements			
38	342 Extraction & Refining Equipment			
39	343 Pipe Lines			
40	344 Extracted Products Storage Equipment			
41	345 Compressor Equipment			
42	346 Gas Measuring & Regulating Equipment			
43	347 Other Equipment			
44				
45	Total Products Extraction Plant			
46				
47	TOTAL Production Plant	15,390,984	16,689,466	8%

MONTANA PLANT IN SERVICE (ASSIGNED & ALLOCATED)

Year: 2006

	Account Number & Title	Last Year	This Year	% Change
1				
2	Natural Gas Storage and Processing Plant			
3				
4	Underground Storage Plant			
5				
6	350.1 Land			
7	350.2 Rights-of-Way			
8	351 Structures & Improvements			
9	352 Wells			
10	352.1 Storage Leaseholds & Rights			
11	352.2 Reservoirs			
12	352.3 Non-Recoverable Natural Gas			
13	353 Lines			
14	354 Compressor Station Equipment			
15	355 Measuring & Regulating Equipment			
16	356 Purification Equipment			
17	357 Other Equipment			
18				
19	Total Underground Storage Plant			
20				
21	Other Storage Plant			
22				
23	360 Land & Land Rights			
24	361 Structures & Improvements			
25	362 Gas Holders			
26	363 Purification Equipment			
27	363.1 Liquification Equipment			
28	363.2 Vaporizing Equipment			
29	363.3 Compressor Equipment			
30	363.4 Measuring & Regulating Equipment			
31	363.5 Other Equipment			
32				
33	Total Other Storage Plant			
34				
35	TOTAL Natural Gas Storage and Processing Plant			
36				
37	Transmission Plant			
38				
39	365.1 Land & Land Rights	59,553	59,553	
40	365.2 Rights-of-Way	54,768	55,893	2%
41	366 Structures & Improvements	638,915	638,915	
42	367 Mains	4,310,809	4,486,026	4%
43	368 Compressor Station Equipment	6,305,757	6,305,757	
44	369 Measuring & Reg. Station Equipment	1,503,596	1,554,185	3%
45	370 Communication Equipment	63,494	63,494	
46	371 Other Equipment	396,169	483,983	18%
47				
48	TOTAL Transmission Plant	13,333,061	13,647,806	2%

MONTANA PLANT IN SERVICE (ASSIGNED & ALLOCATED)

Year: 2006

	Account Number & Title	Last Year	This Year	% Change
1				
2	Distribution Plant			
3				
4	374 Land & Land Rights			
5	375 Structures & Improvements			
6	376 Mains			
7	377 Compressor Station Equipment			
8	378 Meas. & Reg. Station Equipment-General			
9	379 Meas. & Reg. Station Equipment-City Gate			
10	380 Services			
11	381 Meters			
12	382 Meter Installations			
13	383 House Regulators			
14	384 House Regulator Installations			
15	385 Industrial Meas. & Reg. Station Equipment			
16	386 Other Prop. on Customers' Premises			
17	387 Other Equipment			
18				
19	TOTAL Distribution Plant			
20				
21	General Plant			
22				
23	389 Land & Land Rights			
24	390 Structures & Improvements	16,991	16,991	
25	391 Office Furniture & Equipment	97,192	97,192	
26	392 Transportation Equipment	428,219	432,622	1%
27	393 Stores Equipment			
28	394 Tools, Shop & Garage Equipment	27,980	27,980	
29	395 Laboratory Equipment			
30	396 Power Operated Equipment			
31	397 Communication Equipment	16,306	27,426	41%
32	398 Miscellaneous Equipment	19,144	19,211	0%
33	399 Other Tangible Property	22,261	22,261	
34				
35	TOTAL General Plant	628,093	643,683	2%
36				
37	TOTAL Gas Plant in Service	29,723,948	31,352,765	5%

MONTANA DEPRECIATION SUMMARY

Year: 2006

	Functional Plant Classification	Plant Cost	Accumulated Depreciation		Current Avg. Rate
			Last Year Bal.	This Year Bal.	
1	Production & Gathering		8,718,795	12,352,356	
2	Products Extraction				
3	Underground Storage				
4	Other Storage				
5	Transmission		8,492,689	7,875,394	
6	Distribution				
7	General		656,517	11,949	
8	TOTAL		17,868,001	20,239,699	

MONTANA MATERIALS & SUPPLIES (ASSIGNED & ALLOCATED)

SCHEDULE 21

	Account	Last Year Bal.	This Year Bal.	%Change
1				
2	151 Fuel Stock			
3	152 Fuel Stock Expenses - Undistributed			
4	153 Residuals & Extracted Products			
5	154 Plant Materials & Operating Supplies:			
6	Assigned to Construction (Estimated)			
7	Assigned to Operations & Maintenance			
8	Production Plant (Estimated)	2,046,135	2,253,970	9%
9	Transmission Plant (Estimated)			
10	Distribution Plant (Estimated)			
11	Assigned to Other			
12	155 Merchandise			
13	156 Other Materials & Supplies			
14	163 Stores Expense Undistributed			
15				
16	TOTAL Materials & Supplies	2,046,135	2,253,970	9%

MONTANA REGULATORY CAPITAL STRUCTURE & COSTS

SCHEDULE 22

	Commission Accepted - Most Recent	% Cap. Str.	% Cost Rate	Weighted Cost
1	Docket Number D2005.4.48			
2	Order Number 6646b			
3				
4	Common Equity			
5	Preferred Stock			
6	Long Term Debt	43.10%	4.47%	1.93%
7	Other	56.90%	10.31%	5.87%
8	TOTAL	100.00%		7.79%
9				
10	Actual at Year End			
11				
12	Common Equity			
13	Preferred Stock			
14	Long Term Debt			
15	Other	100.00%	2.70%	2.70%
16	TOTAL	100.00%		2.70%

STATEMENT OF CASH FLOWS

Year: 2006

	Description	Last Year	This Year	% Change
1				
2	Increase/(decrease) in Cash & Cash Equivalents:			
3				
4	Cash Flows from Operating Activities:			
5	Net Income	318,836	395,367	19%
6	Depreciation	2,169,349	2,012,578	-8%
7	Amortization	17,793	58,181	69%
8	Deferred Income Taxes - Net			
9	Investment Tax Credit Adjustments - Net			
10	Change in Operating Receivables - Net	(947,924)	(647,808)	46%
11	Change in Materials, Supplies & Inventories - Net	(731,862)	(207,835)	252%
12	Change in Operating Payables & Accrued Liabilities - Net	673,944	(793,557)	-185%
13	Allowance for Funds Used During Construction (AFUDC)			
14	Change in Other Assets & Liabilities - Net	98,574		
15	Other Operating Activities (explained on attached page)			
16	Net Cash Provided by/(Used in) Operating Activities	1,598,710	816,926	-96%
17				
18	Cash Inflows/Outflows From Investment Activities:			
19	Construction/Acquisition of Property, Plant and Equipment	(977,238)	(1,375,046)	-29%
20	(net of AFUDC & Capital Lease Related Acquisitions)			
21	Acquisition of Other Noncurrent Assets			
22	Proceeds from Disposal of Noncurrent Assets			
23	Investments In and Advances to Affiliates			
24	Contributions and Advances from Affiliates			
25	Disposition of Investments in and Advances to Affiliates			
26	Other Investing Activities (explained on attached page)			
27	Net Cash Provided by/(Used in) Investing Activities	(977,238)	(1,375,046)	-29%
28				
29	Cash Flows from Financing Activities:			
30	Proceeds from Issuance of:			
31	Long-Term Debt			
32	Preferred Stock			
33	Common Stock			
34	Other:			
35	Net Increase in Short-Term Debt			
36	Other:			
37	Payment for Retirement of:			
38	Long-Term Debt	(1,941,248)	(4,301,464)	-55%
39	Preferred Stock			
40	Common Stock			
41	Other:	701,010	5,997,212	88%
42	Net Decrease in Short-Term Debt			
43	Dividends on Preferred Stock			
44	Dividends on Common Stock			
45	Other Financing Activities (explained on attached page)			
46	Net Cash Provided by (Used in) Financing Activities	(1,240,238)	1,695,748	173%
47				
48	Net Increase/(Decrease) in Cash and Cash Equivalents	(618,766)	1,137,628	154%
49	Cash and Cash Equivalents at Beginning of Year	1,183,308	564,540	-110%
50	Cash and Cash Equivalents at End of Year	564,542	1,702,168	67%

LONG TERM DEBT

Year: 2006

	Description	Issue Date Mo./Yr.	Maturity Date Mo./Yr.	Principal Amount	Net Proceeds	Outstanding Per Balance Sheet	Yield to Maturity	Annual Net Cost Inc. Prem/Disc.	Total Cost %
1	NONE								
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									
26									
27									
28									
29									
30									
31									
32	TOTAL								

PREFERRED STOCK

Year: 2006

	Series	Issue Date Mo./Yr.	Shares Issued	Par Value	Call Price	Net Proceeds	Cost of Money	Principal Outstanding	Annual Cost	Embed. Cost %
1	NONE									
2										
3										
4										
5										
6										
7										
8										
9										
10										
11										
12										
13										
14										
15										
16										
17										
18										
19										
20										
21										
22										
23										
24										
25										
26										
27										
28										
29										
30										
31										
32	TOTAL									

COMMON STOCK

Year: 2006

		Avg. Number of Shares Outstanding	Book Value Per Share	Earnings Per Share	Dividends Per Share	Retention Ratio	Market Price High	Market Price Low	Price/ Earnings Ratio
1		NONE							
2									
3									
4	January								
5									
6	February								
7									
8	March								
9									
10	April								
11									
12	May								
13									
14	June								
15									
16	July								
17									
18	August								
19									
20	September								
21									
22	October								
23									
24	November								
25									
26	December								
27									
28									
29									
30									
31									
32	TOTAL Year End								

MONTANA EARNED RATE OF RETURN

Year: 2006

	Description	Last Year	This Year	% Change
	Rate Base			
1				
2	101 Plant in Service	13,333,061	13,647,806	2.31%
3	108 (Less) Accumulated Depreciation	(8,492,689)	(7,875,394)	7.84%
4	NET Plant in Service	4,840,372	5,772,412	16.15%
5				
6	Additions			
7	154, 156 Materials & Supplies	2,046,135	2,253,970	9.22%
8	165 Prepayments			
9	Other Additions			
10	TOTAL Additions	2,046,135	2,253,970	9.22%
11				
12	Deductions			
13	190 Accumulated Deferred Income Taxes			
14	252 Customer Advances for Construction			
15	255 Accumulated Def. Investment Tax Credits			
16	Other Deductions			
17	TOTAL Deductions			
18	TOTAL Rate Base	6,886,507	8,026,382	14.20%
19				
20	Net Earnings	(1,011,426)	442,160	328.75%
21				
22	Rate of Return on Average Rate Base	-14.687%	5.509%	366.61%
23				
24	Rate of Return on Average Equity			
25				
26	Major Normalizing Adjustments & Commission			
27	Ratemaking adjustments to Utility Operations			
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				
39				
40				
41				
42				
43				
44				
45				
46				
47	Adjusted Rate of Return on Average Rate Base			
48				
49	Adjusted Rate of Return on Average Equity			

MONTANA COMPOSITE STATISTICS

Year: 2006

	Description	Amount
1		
2	Plant (Intrastate Only) (000 Omitted)	
3		
4	101 Plant in Service	31,353
5	107 Construction Work in Progress	538
6	114 Plant Acquisition Adjustments	
7	105 Plant Held for Future Use	
8	154, 156 Materials & Supplies	2,254
9	(Less):	
10	108, 111 Depreciation & Amortization Reserves	
11	252 Contributions in Aid of Construction	
12		
13	NET BOOK COSTS	34,145
14		
15	Revenues & Expenses (000 Omitted)	
16		
17	400 Operating Revenues	9,183
18		
19	403 - 407 Depreciation & Amortization Expenses	2,013
20	Federal & State Income Taxes	
21	Other Taxes	1,020
22	Other Operating Expenses	5,640
23	TOTAL Operating Expenses	8,673
24		
25	Net Operating Income	510
26		
27	415 - 421.1 Other Income	
28	421.2 - 426.5 Other Deductions	
29		
30	NET INCOME	510
31		
32	Customers (Intrastate Only)	
33		
34	Year End Average:	134
35	Residential	129
36	Commercial	
37	Industrial	
38	Other	5
39		
40	TOTAL NUMBER OF CUSTOMERS	134
41		
42	Other Statistics (Intrastate Only)	
43		
44	Average Annual Residential Use (Mcf or Dkt))	
45	Average Annual Residential Cost per (Mcf or Dkt) (\$) *	
46	* Avg annual cost = [(cost per Mcf or Dkt x annual use) + (mo. svc chrg x 12)]/annual use	
47	Average Residential Monthly Bill	
48	Gross Plant per Customer	

MONTANA CUSTOMER INFORMATION

Year: 2006

	City/Town	Population (Include Rural)	Residential Customers	Commercial Customers	Industrial & Other Customers	Total Customers
1	Blaine, Chouteau and Hill Counties	28,435	129		5	134
2	Farmstead Customers					
3						
4						
5	Blaine, Chouteau and Hill Counties	28,435			7	7
6	Gas Transmission Customers					
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30						
31						
32	TOTAL Montana Customers	56,870	129		12	141

MONTANA EMPLOYEE COUNTS

Year: 2006

	Department	Year Beginning	Year End	Average
1	NONE			
2				
3				
4				
5				
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46				
47				
48				
49				
50	TOTAL Montana Employees			

MONTANA CONSTRUCTION BUDGET (ASSIGNED & ALLOCATED)

Year: 2007

	Project Description	Total Company	Total Montana
1	BC No. 3 Replace 52 Barton 202A recorders with EFM's	364,000	364,000
2			
3	BC No. 1 Construct free-standing dry area for oil drums & base large mech. parts	26,700	26,700
4			
5	HC No. 3 Replace 68 Barton 202A recorders with EFM's	476,000	476,000
6			
7	HC No. 1 Install 20MMcfd chiller for HCDP control	2,100,000	2,100,000
8			
9	BC No. 3 Install 6 Mmcfd "skinny skid" compressor	1,000,000	1,000,000
10			
11	BC No. 1 Install variable speed drive on one KVR engine coolant coolers	18,700	18,700
12			
13	BC No. 1 Replace 3 UST's at waste water handling system with surface tanks	86,000	86,000
14			
15	HC No. 1 Resize Frick 355L screw compressor to a Frick 355XL	125,000	125,000
16			
17	BC No. 1 Upgrade existing traveling crane in KVR building	38,400	38,400
18			
19	Carry-in from previously approved 2006 projects	163,445	163,445
20			
21			
22			
23			
24			
25			
26			
27			
28			
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30			
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46			
47			
48			
49			
50	TOTAL	4,398,245	4,398,245

TRANSMISSION SYSTEM - TOTAL COMPANY & MONTANA

Year: 2006

Total Company				
		Peak Day of Month	Peak Day Volumes Mcf or Dkt	Total Monthly Volumes Mcf or Dkt
1	January	2	58,597	1,758,920
2	February	24	58,821	1,788,735
3	March	18	63,071	1,546,080
4	April	27	60,836	1,877,725
5	May	12	64,311	1,797,946
6	June	2	60,686	1,881,884
7	July	28	60,697	1,761,711
8	August	25	60,985	1,768,739
9	September	2	63,255	1,860,082
10	October	7	60,496	1,809,253
11	November	3	63,639	1,811,881
12	December	20	69,891	1,823,992
13	TOTAL			21,486,948

Montana				
		Peak Day of Month	Peak Day Volumes Mcf or Dkt	Total Monthly Volumes Mcf or Dkt
14	January	2	58,597	1,758,920
15	February	24	58,821	1,788,735
16	March	18	63,071	1,546,080
17	April	27	60,836	1,877,725
18	May	12	64,311	1,797,946
19	June	2	60,686	1,881,884
20	July	28	60,697	1,761,711
21	August	25	60,985	1,768,739
22	September	2	63,255	1,860,082
23	October	7	60,496	1,809,253
24	November	3	63,639	1,811,881
25	December	20	69,891	1,823,992
26	TOTAL			21,486,948

DISTRIBUTION SYSTEM - TOTAL COMPANY & MONTANA

Year: 2006

	Total Company			
		Peak Day of Month	Peak Day Volumes Mcf or Dkt	Total Monthly Volumes Mcf or Dkt
1	January	NONE		
2	February			
3	March			
4	April			
5	May			
6	June			
7	July			
8	August			
9	September			
10	October			
11	November			
12	December			
13	TOTAL			

	Montana			
		Peak Day of Month	Peak Day Volumes Mcf or Dkt	Total Monthly Volumes Mcf or Dkt
14	January	NONE		
15	February			
16	March			
17	April			
18	May			
19	June			
20	July			
21	August			
22	September			
23	October			
24	November			
25	December			
26	TOTAL			

Year: 2006

STORAGE SYSTEM - TOTAL COMPANY & MONTANA

Total Company								
Peak Day of Month			Peak Day Volumes (Mcf or Dkt)		Total Monthly Volumes (Mcf or Dkt)			
Injection			Withdrawal	Injection	Withdrawal	Injection	Withdrawal	Losses
NONE								
1	January							
2	February							
3	March							
4	April							
5	May							
6	June							
7	July							
8	August							
9	September							
10	October							
11	November							
12	December							
13	TOTAL							

Montana								
Peak Day of Month			Peak Day Volumes (Mcf or Dkt)		Total Monthly Volumes (Mcf or Dkt)			
Injection			Withdrawal	Injection	Withdrawal	Losses		
NONE								
14	January							
15	February							
16	March							
17	April							
18	May							
19	June							
20	July							
21	August							
22	September							
23	October							
24	November							
25	December							
26	TOTAL							

SOURCES OF GAS SUPPLY

Year: 2006

	Name of Supplier	Last Year Volumes Mcf or Dkt	This Year Volumes Mcf or Dkt	Last Year Avg. Commodity Cost	This Year Avg. Commodity Cost
1	Devon Gas Services, L.P.	31,351	37,270	\$6.1603	\$5.6188
2					
3					
4					
5					
6					
7					
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29					
30					
31					
32					
33	Total Gas Supply Volumes	31,351	37,270	\$6.1603	\$5.6188

MONTANA CONSERVATION & DEMAND SIDE MANAGEMENT PROGRAMS

Year: 2006

	Program Description	Current Year Expenditures	Last Year Expenditures	% Change	Planned Savings (Mcf or Dkt)	Achieved Savings (Mcf or Dkt)	Difference
1	NONE						
2							
3							
4							
5							
6							
7							
8							
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29							
30							
31							
32	TOTAL						

MONTANA CONSUMPTION AND REVENUES

Year: 2006

	Sales of Gas	Operating Revenues		MCF Sold		Avg. No. of Customers	
		Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
1	Residential	\$166,963	\$118,862	34,485	28,516	129	127
2	Commercial - Small						
3	Commercial - Large						
4	Industrial - Small						
5	Industrial - Large						
6	Interruptible Industrial	\$12,867	\$9,884	2,752	2,398	5	5
7	Other Sales to Public Authorities						
8	Sales to Other Utilities						
9	Interdepartmental						
10							
11	TOTAL	\$179,830	\$128,746	37237	30914	134	132
12							
13							
14							
15	Transportation of Gas	Operating Revenues		BCF Transported		Avg. No. of Customers	
16		Current Year	Previous Year	Current Year	Previous Year	Current Year	Previous Year
17		\$3,229,061	\$2,692,825	22	21	7	7
18							
19							
20	Utilities	\$3,229,061	\$2,692,825	22	21	7	7
21	Industrial						
22	Other						
23							
24	TOTAL	\$3,229,061	\$2,692,825	22	21	7	7

Natural Gas Universal System Benefits Programs

	Program Description	Actual Current Year Expenditures	Contracted or Committed Current Year Expenditures	Total Current Year Expenditures	Expected savings (MW and MWh)	Most recent program evaluation
1	Local Conservation					
2	N/A					
3						
4						
5						
6						
7						
8	Market Transformation					
9	N/A					
10						
11						
12						
13						
14						
15	Research & Development					
16	N/A					
17						
18						
19						
20						
21						
22	Low Income					
23	N/A					
24						
25						
26						
27						
28						
29	Other					
30	N/A					
31						
32						
33						
34						
35						
36						
37						
38						
39						
40						
41						
42	Total					
43	Number of customers that received low income rate discounts					
44	Average monthly bill discount amount (\$/mo)					
45	Average LIEAP-eligible household income					
46	Number of customers that received weatherization assistance					
47	Expected average annual bill savings from weatherization					
48	Number of residential audits performed					

Montana Conservation & Demand Side Management Programs

	Program Description	Actual Current Year Expenditures	Contracted or Committed Current Year Expenditures	Total Current Year Expenditures	Expected savings (MW and MWh)	Most recent program evaluation
1	Local Conservation					
2	N/A					
3						
4						
5						
6						
7						
8	Demand Response					
9	N/A					
10						
11						
12						
13						
14						
15	Market Transformation					
16	N/A					
17						
18						
19						
20						
21						
22	Research & Development					
23	N/A					
24						
25						
26						
27						
28						
29	Low Income					
30	N/A					
31						
32						
33						
34						
35	Other					
36	N/A					
37						
38						
39						
40						
41						
42						
43						
44						
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46						
47						
48	Total					